GOVERNMENT OF INDIA
CHEMICALS AND FERTILIZERS
LOK SABHA

UNSTARRED QUESTION NO:7145
ANSWERED ON:14.05.2002
REVIVAL OF IDPL
UMMAREDDY VENKATESWARLU

Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

(a) Whether the Government have received any proposal from the multinationals to revive the IDPL, Hyderabad;

(b) if so, the details of such proposals;

(c) whether the Government have also offered some financial incentives to the MNCs to revive the IDPL, Hyderabad;

(d) if so, the details in this regard; and

(e) the time by which the work of revival of the said unit is likely to start?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF CHEMICALS & FERTILIZERS (SHRI S.B. MOOKHERJEE)

(a): No, Sir.

(b): Does not arise in view of (a) above.

(c) (d) & (e): The unit at Hyderabad is only one of the units of Indian Drugs& Pharmaceuticals Ltd. (IDPL).IDPL is a sick company under reference to the Board for Industrial and Financial Reconstruction (BIFR)A communication has been sent to the BIFR in November, 2001 intimating the following concessions/facilities for cleaning up of the balance sheet of IDPL that the Government intends to provide to facilitate its privatization through the induction of strategic partners:-

(i) Conversion of Government loan into equity.

(ii) Waiver of interest/penal interest and guarantee fee by the Government of India.

(iii) Payment of outstanding statutory dues and funding of VRS.